

## ARTS BOARD

Budget Summary						FTE Position Summary				
Fund	2010-11 Adjusted Base	Governor		2011-13 Change Over Base Year Doubled		2010-11	Governor		2012-13 Over 2010-11	
		2011-12	2012-13	Amount	%		2011-12	2012-13	Number	%
GPR	\$2,417,700	\$0	\$0	-\$4,835,400	- 100.0%	4.00	0.00	0.00	- 4.00	- 100.0%
FED	759,100	0	0	- 1,518,200	- 100.0	5.00	0.00	0.00	- 5.00	- 100.0
PR	<u>545,600</u>	<u>0</u>	<u>0</u>	<u>- 1,091,200</u>	- 100.0	<u>1.00</u>	<u>0.00</u>	<u>0.00</u>	<u>- 1.00</u>	- 100.0
TOTAL	\$3,722,400	\$0	\$0	-\$7,444,800	- 100.0%	10.00	0.00	0.00	- 10.00	- 100.0%

### Budget Change Items

#### 1. STANDARD BUDGET ADJUSTMENTS

**Governor:** Provide adjustments to the base budget for the following: (a) full funding of continuing salaries and fringe benefits (-\$500 GPR, \$14,400 FED, and \$10,400 PR annually); and (b) full funding of lease and directed moves costs (\$1,500 GPR annually).

GPR	\$2,000
FED	28,800
PR	<u>20,800</u>
Total	\$51,600

#### 2. ACROSS THE BOARD REDUCTIONS

**Governor:** Delete \$14,400 FED and 4.0 FED positions and 1.0 GPR position. This provision would delete \$237,900 FED annually from federal grants--state operations and increase funding by \$223,500 FED for federal grants--aids to individuals and organizations. Also, 1.0 GPR classified position authorized for general program operations would be deleted.

	Funding	Positions
GPR	\$0	- 1.00
FED	<u>- 28,800</u>	<u>- 4.00</u>
Total	<u>- \$28,800</u>	<u>- 5.00</u>

#### 3. REDUCE GPR APPROPRIATIONS

**Governor:** Reduce funding for general program operations by \$64,500 annually, from base level funding of \$352,400. Reduce funding for state aid for the arts by \$1,595,100 annually, from base level funding of \$1,948,600. Staff from DOA indicates these reductions were made in order to match state funding to federal funding for the Arts Board, which was intended to allow the state to retain grants from National Endowment for the Arts (NEA) that require a state match. In 2009-10, the Arts Board received funding from the NEA totaling \$936,600 FED, including

GPR	- \$3,319,200
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\$318,500 to preserve arts jobs under the American Recovery and Reinvestment Act (ARRA).

Under current law, state aid for the arts provides contracts with or grants-in-aid to groups or individuals engaged in or concerned with the arts. No grantee may receive grants under the program unless the grantee provides at least 50% of the estimated total cost of the project, either in the form of moneys or in-kind contributions of equivalent value.

#### 4. ELIMINATE PERCENT FOR ART PROGRAM

Funding Positions		
PR	- \$1,022,200	- 1.00

**Governor:** Delete \$511,100 PR and 1.0 position annually and eliminate the percent for art program. Delete an appropriation to receive funds from other state agencies, and an appropriation for administration, related to the percent for art program. Delete statutory requirements related to expenditures for art in state buildings open to the public. Provide that any contract entered into by the Arts Board for the procurement of a work of art that is in effect on the day before the effective date of the bill remains in effect. Require the Arts Board carry out any obligation under the contract, unless the contract is modified or rescinded as permitted under the contract. Require the Arts Board ensure that the work of art procured under the contract is properly executed and installed, as required under current law. Repeal the statutory definition of a work of art. Under current law, work of art means any original creation of visual art, and does not include: (a) any reproduction of an original work unless directly controlled by the artist as part of a limited edition; (b) any decorative, ornamental, functional, or landscape element of a state building, unless an artist is specifically commissioned to create unique decorative, ornamental, functional, or landscape elements for a particular state building; (c) any art object that is mass-produced or of standard design; or (d) any elements peripheral to the work of art itself, including but not limited to site preparation, or any services necessary for activation of the work of art including but not limited to electricity, water, lighting, security, maintenance, and publicity.

Under the current law percent for art program, for state building projects costing over \$250,000 and that are normally open for entry by the general public, at least 0.2% of the appropriation for the construction, reconstruction, renovation, or remodeling of or addition to a state building must be used to acquire one or more works of art to be incorporated into the structure or displayed inside or on the grounds of the structure, and to fund all administrative costs of the Arts Board in acquiring the art.

Also under current law, the Arts Board is responsible to properly maintain and display artwork already acquired under the program on the grounds of the state building for at least 25 years. When the Arts Board, in consultation with the agency using the building, determines the art should be removed, the Board is responsible for loaning the work to an accredited museum in the state or to an educational or other appropriate public institution capable of maintaining and exhibiting the art. Under the bill, these responsibilities would remain.

[Bill Sections: 47, 513, 514, 1185, 1186, 1220 thru 1228, and 9104(1)]

## 5. TRANSFER ARTS BOARD TO THE DEPARTMENT OF TOURISM

**Governor:** Delete \$759,100 GPR and 3.0 positions, \$759,100 FED and 1.0 position, and \$44,900 PR annually and transfer the Arts Board and its powers and duties to the Department of Tourism, under the direction of the Secretary of Tourism. Provide that the composition of the Board would remain the same as under current law, including 15 members appointed for three-year terms who are residents of the state, known for their concern for the arts, and with at least two members from each of the four geographic corners of the state. Under current law, the Arts Board is attached to the Department of Tourism for administrative purposes only.

	Funding	Positions
GPR	- \$1,518,200	- 3.00
FED	- 1,518,200	- 1.00
PR	- 89,800	0.00
Total	- \$3,126,200	- 4.00

Transfer from the Arts Board to the Department of Tourism appropriations and statutory language for the following programs: (a) general program operations for the Arts Board; (b) state aid for the arts, for grants to groups or individuals engaged in the arts; (c) funding for portraits of governors; (d) the arts challenge grant program, to encourage fundraising by local arts agencies; (e) an annual grant to the Milwaukee Foundation, Inc. for the high point fund; (f) the Wisconsin regranting program, for grants to local arts agencies and municipalities for which matching funds are received; (g) gifts and grants--state operations, for the purposes for which moneys are received; (h) gifts and grants--aids to individuals and organizations, for the purposes for which moneys are received; (i) support of arts programs, including all moneys received from the Wisconsin Artistic Endowment Foundation for operating support of arts organizations and for grants under the regranting program; (j) state aid for the arts--Indian gaming receipts, a program identical to state aid for the arts, but for grants or payments only to American Indian groups, individuals, organizations, and institutions, and funded from Indian gaming revenues; (k) federal grants--state operations; and (L) federal grants--aids to individuals and organizations.

Provide that the Secretary of Tourism, rather than the Arts Board, would appoint an executive director of the Board outside the classified service, to serve at the pleasure of the Secretary.

Provide that all incumbent employees holding positions in the Arts Board are transferred on the effective date of the bill to the Department of Tourism. Provide that employees so transferred have all the rights and the same status under Tourism that they enjoyed in the Arts Board immediately before the transfer. Provide that no employee transferred who has attained permanent status in class is required to serve a probationary period.

A corrective amendment would be needed to accomplish the intent of the bill.

[Bill Sections: 168, 502 thru 512, 515 thru 517, 739, 1177, 1179, 1182 thru 1184, 1187 thru 1219, 1229 thru 1236, 1742 thru 1745, 2867, 2868, and 9104(2)]